LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6376 NOTE PREPARED: Dec 15, 2011

BILL NUMBER: HB 1131 BILL AMENDED:

SUBJECT: Sunday Sales of Alcoholic Beverages for Carryout.

FIRST AUTHOR: Rep. Eberhart BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL IMPACT: State & Local

X DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill provides that a holder of an alcoholic beverage permit who is authorized by law to sell alcoholic beverages for carryout may sell carryout on Sunday.

Effective Date: July 1, 2012.

Explanation of State Expenditures:

Explanation of State Revenues: *Impact on Alcohol Sales:* While it is assumed that the majority of consumers are able to purchase all the alcoholic beverages they desire to consume within the hours dictated by current law, it is possible that the added convenience and availability of alcohol sales on Sundays may allow consumers to purchase more alcoholic beverages than they would have otherwise. The extent to which consumers may make additional purchases above what would be purchased under current law is unknown. If additional purchases are made beyond what would be purchased under current law, revenue from alcoholic beverage taxes and sales tax could increase. Any impact on Sales Tax revenue may not be significant since any additional purchases of alcohol would likely reduce consumer spending on other sales taxable items.

The alcoholic beverage excise taxes are distributed in varying amounts to the following funds: state General Fund, the Post War Construction Fund, the Enforcement and Administration Fund, the Addiction Services Fund, and the Wine Grape Market Development Fund. The state retains 50% of the General Fund distribution of beer and wine excise tax revenue. The remainder is distributed to cities and towns based on population.

Sales Tax revenue is deposited in the state General Fund (99.848%), the Commuter Rail Service Fund (0.123%), and the Industrial Rail Service Fund (0.029%).

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Explanation of Local Expenditures:

Explanation of Local Revenues: See *Explanation of State Revenues*.

State Agencies Affected: ATC.

Local Agencies Affected:

Information Sources:

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